

## Year Fourteen (October 1, 1995 - September 30, 1996)

**Enrollment:** 455,573 **acute** care members (206,478 AFDC & AFDC/MAO, 69,590 SSI & SSI/MAO, 28,529 MN/MI, 2,369 EAC/ELIC, 4,206 CMP, 106,129 SOBRA Children, 11,914 SOBRA Women, 15,358 Family Planning Services, 317 State Emergency Service, 5,335 Federal Emergency Service, and 5,348 QMB Only), 22,350 **ALTCS** members. 20,377 persons enrolled in **Healthcare Group**.

### **Program:**

#### **Acute Care**

- In October 1995, a GAO study showed: AHCCCS produced noteworthy cost savings; competitive bidding is an effective tool, and, access to care for AHCCCS members remains high.
- A February 1996 Laguna Research report stated that cumulative cost savings for the AHCCCS program are almost \$500 million through FY93 compared to a traditional Medicaid program.
- Effective July 1, 1996, MN/MI eligibility is denied for Medicare eligible applicants and members who reside in a county where a Medicare HMO operates. An estimated 500 individuals will be affected.
- On September 23, 1996, HCFA presented the Baby Arizona Project with the HCFA Beneficiary Services Certificate of Merit for implementing a successful public/private partnership to encourage low-income pregnant women to receive early and continuous prenatal care.
- 14 Health Plans serve AHCCCS members.

#### **ALTCS**

- 8 Program Contractors serve ALTCS members.
- On October 1, 1995, the Adult Care Home Pilot program began permitting a limited number of EPD individuals to receive HCBS in an adult home setting.
- Supportive Residential Living Centers added as a permanent setting effective July 20, 1996.

#### **Behavioral Health**

- Effective October 1, 1995, behavioral health services added for Title XIX non-SMI adults age 21 and older enrolled in the acute care program and adults age 21-64 enrolled in ALTCS, resulting in services to all Title XIX members. (SB 1215, Chapter 204, Laws of 1995)

#### **Healthcare Group**

- In June, Healthcare Group recognized as a semifinalist in the 1996 Innovations in American Government Awards sponsored by the Ford Foundation and the JFK School of Government at Harvard University.

### **Waivers:**

- Dropped the waiver that allowed AHCCCS to limit adult mental health services to acute conditions only.
- Withdrew Medicare/Medicaid dual eligibles waiver request on March 22, 1996.

<b>Financial</b>	<b><u>Source</u></b>	<b><u>FFY Expenditures</u></b>	<b><u>Percentage</u></b>
<b>Expenditures:</b> <b>This is the first year</b> <b>using FFY expenditures</b>	Federal	\$1,239,500,800	65
	State	489,042,800	25
	Other	197,398,800	10
	<b>TOTAL</b>	<b>\$1,925,942,400</b>	<b>100</b>

Includes DSH payments and appropriations made to other State agencies.

### **Administration:**

- John H. Kelly appointed as Acting Director on March 25, 1996.
- Richard Potter named Deputy Director in September 1996.
- Gloria Collins, DMS Manager, named AZ Administrator of the Year by the AZ Administrator's Association.
- Major redesign of FFS claims system operational on April 15, 1996.
- Number of FTEs = 1,091